GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:489
ANSWERED ON:28.02.2008
SUPPLY OF DIESEL TO THE RAILWAYS BY IOC
Tripathy Shri Braja Kishore

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) whether Indian Oil Corporation (IOC) provide discounts on the rates for supply of diesel to the Railways;

(b) if so, the details in this regard; (C) the reasons for giving discounts on the rates to the Railways;

(d) whether Indian Oil Corporation proposes to discontinue discount on the rates of diesel to the Railways; and

(e) if so, the details and the reasons therefor?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI DINSHA PATEL)

(a)to(c): Indian Oil Corporation (IOC) has been providing a discount of Rs. 1125.27 per kilolitre on the rates of diesel before excise duty and sales tax, on its supply to Railways upto 31.12.2007. A discount of Rs. 150 per kilolitre has been offered by IOC to Railways on supply of diesel from 1.1.2008 to 31.12.2008. This discount is given for volume protection and in the overall interest of business.

(d): No, Sir.

(e): Does not arise.